

Indirect Ownership

As indicated, in the application, Smith Bagley, Inc. (“Applicant”) is controlled by Elizabeth Frawley Bagley as the sole personal representative of The Estate of Smith Bagley (the “Estate”), which holds 60% of the company’s common voting stock. Elizabeth Frawley Bagley votes the shares held by the Estate representing the controlling 60% interest in Applicant. She is also the chairman of the Applicant’s board of directors.

The remaining 40 percent equity of the Applicant is held in seven trusts in which certain descendants of Mr. Smith Bagley are the beneficiaries. With respect to six of the seven trusts, Elizabeth Frawley Bagley is a co-trustee along with a corporate co-trustee. None of these seven trusts holds a 10 percent or greater interest in the Applicant.

The Estate is in the process of winding up. Upon completion, the Estate assets (including SBI shares) will be distributed, and Elizabeth Frawley Bagley will retain a controlling interest in the company’s voting stock. At that time, SBI will file with the Commission a notification of this pro forma transfer of control in accordance with 47 C.F.R. Section 1.948(c)(1).